MINISTRY OF SOCIAL SERVICES

VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND INSTITUTIONAL COLLECTIVE BENEFIT FUND

FINANCIAL STATEMENTS

For the year ended March 31, 2012

PROVINCIAL AUDITOR
of Saskatchewan

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund, which comprise the statement of financial position as at March 31, 2012, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund as at March 31, 2012, and the results of their operations and their cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
June 25, 2012

Bonnie Lysyk, MBA, CA
Provincial Auditor

1500 Chateau Tower - 1920 Broad Street - Regina, Saskatchewan S4P 3V2
t 306.787.6398 *f* 306.787.6383 *e* info@auditor.sk.ca
www.auditor.sk.ca

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31

		Institutional Collective Benefit Fund			
	Grants & Donations Account	Canteen Account	Bazaar Account	Total 2012	Total 2011
Assets					
Due from General Revenue Fund (Note 4)	$ 96,673	$ 22,781	$ 9,135	$ 128,589	$ 117,276
Cash	-	190	20	210	210
Accrued interest	261	68	24	353	316
Inventory	-	6,644	-	6,644	6,762
Accounts receivable	238	-	-	238	87
Total assets	$ 97,172	$ 29,683	$ 9,179	$ 136,034	$ 124,651
Liabilities					
Accounts payable	$ -	$ -	$ -	$ -	$ 2,324
Trust and fund balances (Statement 2)	97,172	29,683	9,179	136,034	122,327
Total liabilities, trust and fund balances	$ 97,172	$ 29,683	$ 9,179	$ 136,034	$ 124,651

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31

		Institutional Collective Benefit Fund			
	Grants & Donations Account	Canteen Account	Bazaar Account	Total 2012	Total 2011
Revenue					
Donations	$ 16,410	-	-	$ 16,410	$ 16,527
Bank interest	1,239	283	-	1,522	823
Sales	-	35,036	7,449	42,485	43,038
Camp Thunderbird	-	8,792	-	8,792	8,995
Library revenue	-	-	-	-	-
Nevada ticket revenue	-	-	-	-	2,504
Total revenue	17,649	44,111	7,449	69,209	71,887
Cost of goods sold					
Sales projects	-	31,434	1,035	32,469	36,031
Library	-	-	-	-	-
Camp Thunderbird	-	270	-	270	1,287
Nevada tickets	-	-	-	-	392
Total cost of goods sold	-	31,704	1,035	32,739	37,710
Gross profit	17,649	12,407	6,414	36,470	34,177
Other expenses					
Resident comforts	10,716	9,306	-	20,022	29,777
Wages	-	-	1,970	1,970	1,945
Miscellaneous	-	713	58	771	453
Training allowances	-	-	-	-	-
Total other expenses	10,716	10,019	2,028	22,763	32,175
Excess of revenue over expenses	6,933	2,388	4,386	13,707	2,002
Trust and fund balances, beginning of year	90,239	27,295	4,793	122,327	120,325
Trust and fund balances, end of year	$ 97,172	$ 29,683	$ 9,179	$ 136,034	$ 122,327

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31

	Grants & Donations Account	Institutional Collective Benefit Fund		Total 2012	Total 2011
		Canteen Account	Bazaar Account		
Cash flows provided by (used in) operating activities					
Excess of revenue over expenses	$ 6,933	$ 2,388	$ 4,386	$ 13,707	$ 2,002
Increase in non-cash items included in surplus	-	-	-	-	-
Increase in accounts receivable	(151)	-	-	(151)	(63)
Increase in accrued interest receivable	(21)	(11)	(5)	(37)	(239)
Decrease (Increase) in inventories	-	118	-	118	(1,011)
Decrease in accounts payable	-	-	(2,324)	(2,324)	-
Net increase in cash and due from General Revenue Fund	6,761	2,495	2,057	11,313	689
Cash and due from General Revenue Fund, beginning of year	89,912	20,476	7,098	117,486	116,797
Cash and due from General Revenue Fund, end of year	$ 96,673	$ 22,971	$ 9,155	$ 128,799	$ 117,486
Cash	$ -	$ 190	$ 20	$ 210	$ 210
Due from General Revenue Fund	96,673	22,781	9,135	128,589	117,276
	$ 96,673	$ 22,971	$ 9,155	$ 128,799	$ 117,486

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
MARCH 31, 2012

1. Authority and purpose

The Valley View Centre (Centre) is a residential facility for people with intellectual disabilities. The centre is operated by the Ministry of Social Services. The Centre's Grants and Donations Trust Account (Trust Account) and Institutional Collective Benefit Fund (Fund) were established under Section 13 of *The Department of Social Services Act*. The Social Services Rehabilitation Institutional Collective Benefit Funds and Trust Account Regulations regulates the Trust Account and the Fund.

a. The Grants and Donations Trust Account is used to account for donations, gifts and other money given to the Centre. The Trust Account is a registered charity with the Canada Revenue Agency.

b. The Fund consists of:

- the Canteen Account, used to account for the operations of a canteen which provides services for residents and staff of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of $80,000.

- the Bazaar Account, used to account for the operations of occupational and vocational programs for the residents of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of $80,000.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles applicable to not-for-profit entities and include the following significant accounting policies:

Accrual basis

The financial statements are prepared on the accrual basis of accounting.

Revenue recognition

Grant and donation revenue is recognized when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Bazaar and canteen revenue is recognized when goods are sold or services rendered.

Inventory

Inventory is valued at the lower of cost and net realizable value. Net realizable value is defined as the expected selling price.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Financial instruments

The Trust Account and Fund's financial instruments include due from General Revenue Fund, accounts receivable, accrued interest, and accounts payable. The carrying value of these instruments approximates fair value due to their immediate or short-term nature.

4. Due from General Revenue Fund

The bank accounts for the Trust Account and the Fund are included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the respective bank accounts using the Government's 30 day borrowing rate and the respective average daily bank account balances. The Government's average 30 day borrowing rate for the year is 1.05% (2011 - 0.80%).

5. Related party transactions

In accordance with established government practice, the Trust Account and the Fund have not been charged with any general administrative costs and no provision for such costs is reflected in these statements. These costs are absorbed by the Ministry of Social Services.